

Congress of the United States
Washington, DC 20510

January 17, 2024

The Honorable Jason Smith
Chair
Committee on Ways and Means
United States House of Representatives
Washington, DC 20515

The Honorable Richard Neal
Ranking Member
Committee on Ways and Means
United States House of Representatives
Washington, DC 20515

Dear Chair Smith and Ranking Member Neal:

Thank you for your commitment to developing a bipartisan tax package to support American families and small businesses. We write to express our strong support for the inclusion of a legislative fix for Form 1099-K reporting requirements that will significantly raise the current \$600 reporting threshold in the upcoming Ways and Means markup.

While IRS has issued a further postponement of the new \$600 reporting threshold for payments made in 2023, a long-term legislative fix would provide much-needed certainty for online sellers. Unless Congress acts, once the current pause expires at the end of this year millions of Americans will receive new and confusing tax forms for online transactions. These everyday exchanges could include selling a used textbook to a fellow classmate, posting an old bike online to supplement your income, or reselling clothing from cleaning out your closet. Oftentimes, the seller isn't even earning any "income" because they spent more on the item than they are selling it for.

Congress must act to provide a legislative solution and provide millions of Americans with certainty and clarity rather than the status quo of a patchwork of IRS delays, which can add to the confusion associated with this cumbersome tax reporting requirement. We are encouraged that the draft includes increases to other reporting thresholds, including the 1099-NEC and the 1099-MISC, and hope that an appropriate threshold for the 1099-K can be addressed as well. While we might have different perspectives on what the best solution is, we are all in agreement that something needs to be done to permanently address this issue and urge you to include a provision raising the 1099-K reporting threshold in the final bill passed by Committee.

Thank you for your attention to this important matter. We look forward to your prompt response.

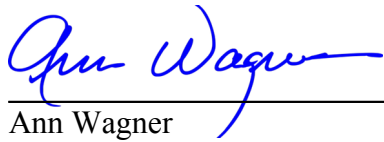
Sincerely,




Chris Pappas
Member of Congress



Tim Burchett
Member of Congress



Ann Wagner
Member of Congress



Ann McLane Kuster
Member of Congress



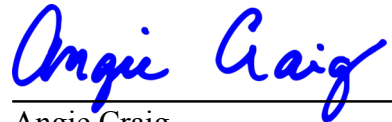
Ken Buck
Member of Congress



Josh Gottheimer
Member of Congress



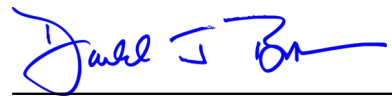
Stephanie Bice
Member of Congress



Angie Craig
Member of Congress



Barry Loudermilk
Member of Congress



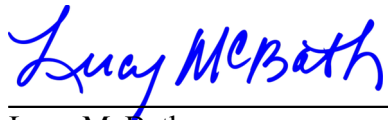
Don Bacon
Member of Congress



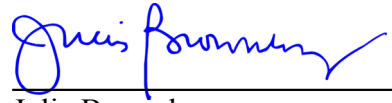
Eric Sorensen
Member of Congress



Steven Horsford
Member of Congress



Lucy McBath
Member of Congress



Julia Brownley
Member of Congress



Deborah K. Ross
Member of Congress



Debbie Wasserman Schultz
Member of Congress



Ben Cline
Member of Congress



Ted W. Lieu
Member of Congress